

**GOVERNMENT OF INDIA
AGRO AND RURAL INDUSTRIES
LOK SABHA**

STARRED QUESTION NO:329
ANSWERED ON:12.12.2001
JOB OPPORTUNITIES BY KVIC
NAWAL KISHORE RAI;SUSHIL KUMAR INDORA

Will the Minister of AGRO AND RURAL INDUSTRIES be pleased to state:

- (a) whether the Khadi and Village Industries Commission has been given responsibility to provide incentives to new industrial units for creating new job opportunities in rural areas;
- (b) the State-wise number of new industrial units provided incentives in the country during the year 1998-99, 1999-2000 and 2000-2001;
- (c) the number of persons estimated to be provided jobs as a result thereof; and
- (d) the targeted number of new units to be set up following the incentives given for the purpose during the current year?

Answer

THE MINISTER OF AGRO AND RURAL INDUSTRIES (SHRI KARIYA MUNDA)

(a) to (d): A Statement is laid on the Table of the House.

STATEMENT REFERRED TO IN REPLY TO PART (a) TO (d) OF LOK SABHA STARRED QUESTION NO. 329 BY SHRI N/ KISHORE RAI, M.P. AND DR. SUSHIL KUMAR INDORA, M.P. FOR ANSWER ON 12.12.2001

(a): The Khadi and Village Industries Commission (KVIC) promotes setting up of industrial units in rural areas through the Rural Employment Generation Programme (REGP). The REGP is implemented throughout the country. For project cost upto Rs. 10 lakhs 25% of the project cost is provided as margin money. For project cost above Rs. 10 lakhs and upto Rs. 25 lakhs, the rate of margin money is 25% of Rs. 10 lakhs plus 10% of the balance cost of the project. For weaker sections, the margin money is given at the rate of 30% of the project cost upto Rs. 10 lakhs and for the balance amount (upto Rs. 25 lakhs) it is 10%.

(b): The State-wise projects/units sanctioned by the KVIC under the REGP during 1998-99, 1999-2000 and 2000-2001, are given at Annexure-I attached.

(c): Since inception on 01.04.1995, the Rural Employment Generation Programme has been able to create 10.99 lakhs additional job opportunities in the country by 31.3.2001.

(d): There is no target for the number of new units to be set up under the REGP. However, a tentative target of creating 4 lakhs additional jobs has been set for 2001-02 under the REGP.